o linsight linegt accordace accordac X TAOXTAOXTAOXTAOXTAOXTAOXTAOXTAOXTAOXTA $\Delta O X \Box \Delta O X \Box D A O X \Box A O X U A$ Our Understanding of the Patient Journey Through the Health System



Leveling Up Our understanding of the patient journey through the health system

Nikhil Ramlal

Actuarial Consultant



Our Role In Patient Care Using Data





High-level insights

Granular and intractable

Risk adjustment





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High-level insights

Granular and intractable

Risk adjustment

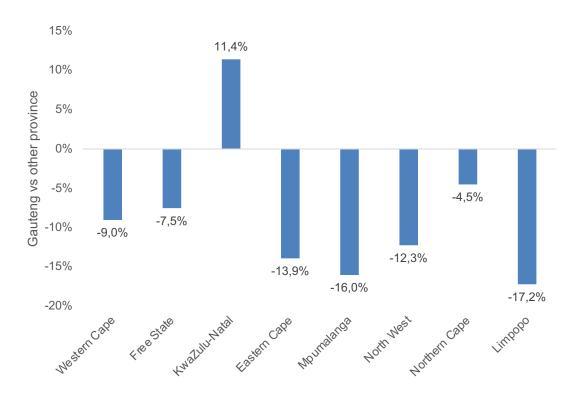




There are variations beyond

just risk profile that have to

be adjusted for.

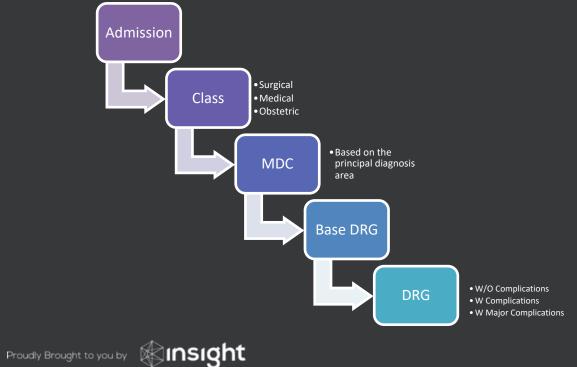






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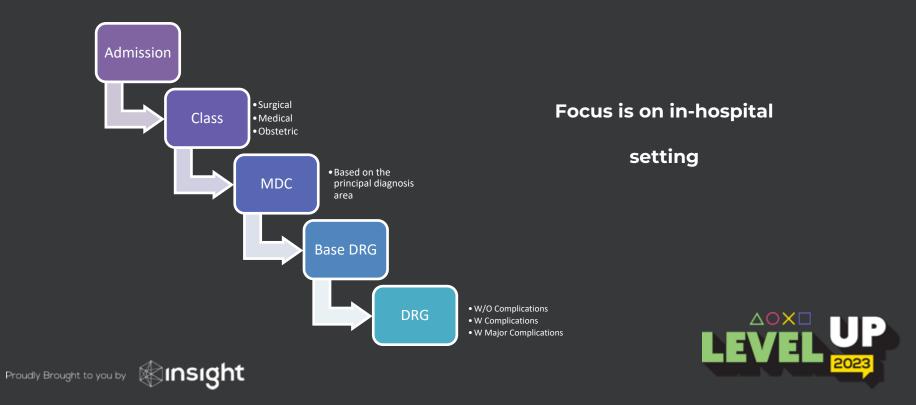
Diagnosis Related Grouper



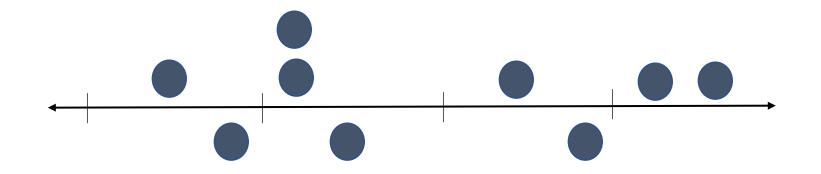
2023



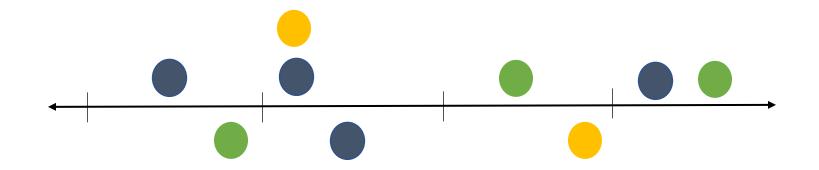
Diagnosis Related Grouper



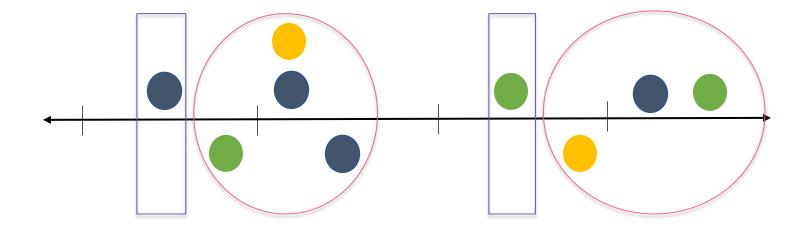




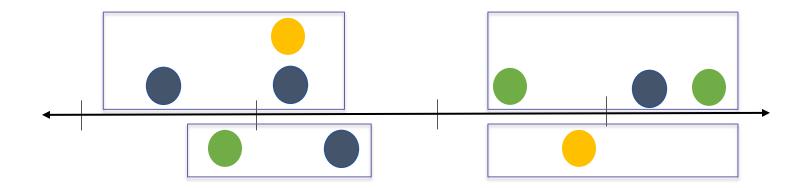






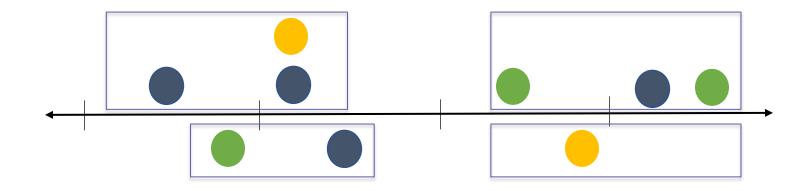








Can categorize episodes at different levels of granularity





...so what?



Risk Management

Identify main contributors to variations in care

Chronic disease management

Structuring ARMs



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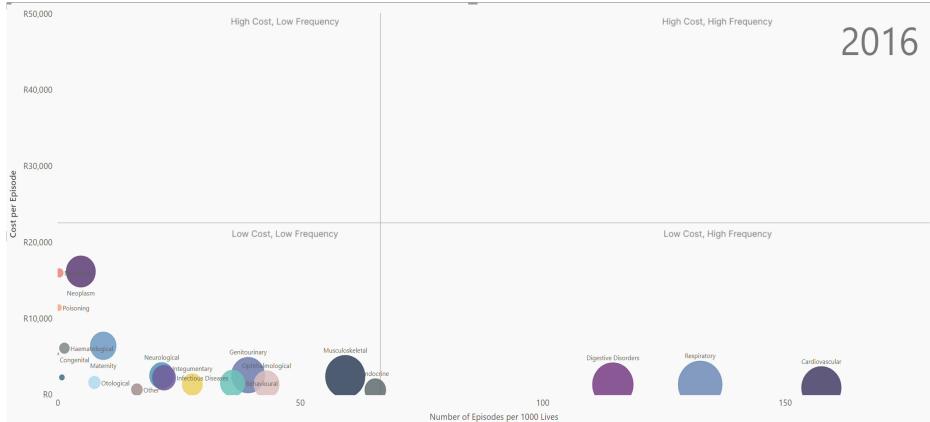
Risk Management

Identify main contributors to variations in care

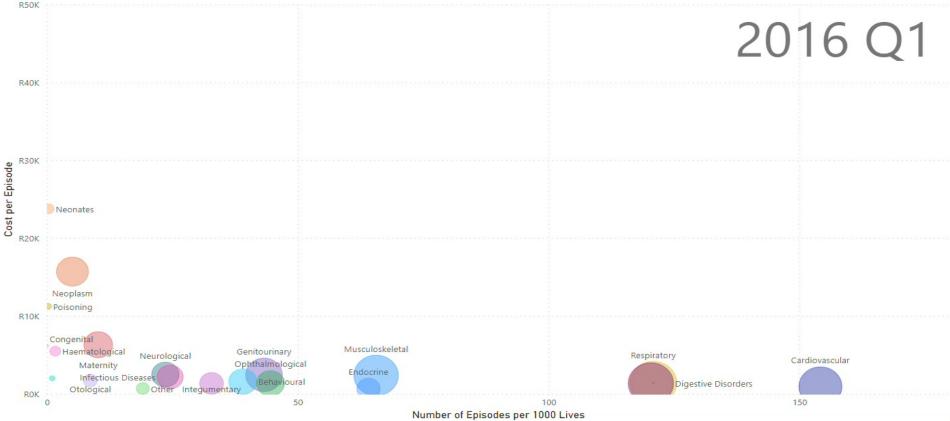
Chronic disease management

Structuring ARMs









Can look at recent episode history to better categorize current health status

Risk segmentation

The categories can

become more granular



Significant condition





Maternity



Major acute or non-life threatening chronic

High risk



So we can analyze past trends...

... but what about the future?



So we can analyze past trends...

We can use the EPG to build more detailed risk profiles of lives at a specific point in time.

It is expected that a patient's episode history is a strong contributor to expected future experience.

... but what about the future?



So we can analyze past trends...

We can use the EPG to build more detailed risk profiles of lives at a specific point in time.

It is expected that a patient's episode history is a strong contributor to expected future experience.

So let us use it.

... but what about the future?



GLM Model

Given a member's risk profile and episode history, what is their probability of any admission in the next year?

A GLM is easy to apply but there are many specifications to consider with numerous combinations of interactions between variables.



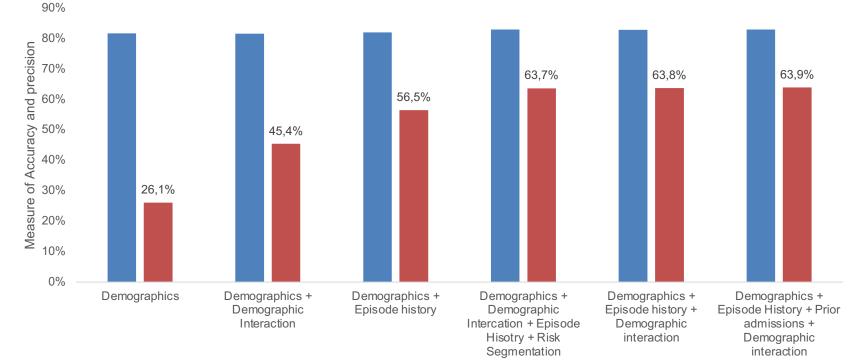
GLM Model

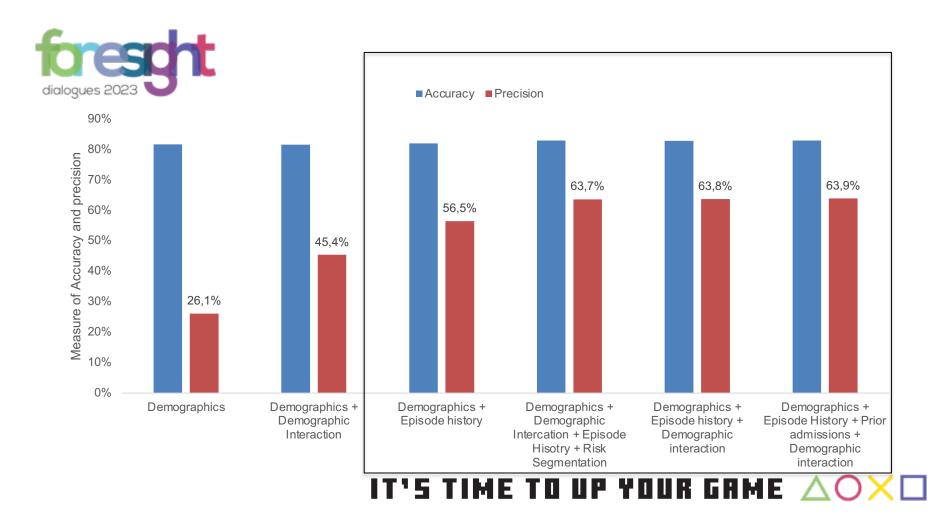
Accuracy \rightarrow of all predicted values what % is correct

Precision \rightarrow of all positive predicted values what % is correct



Accuracy Precision



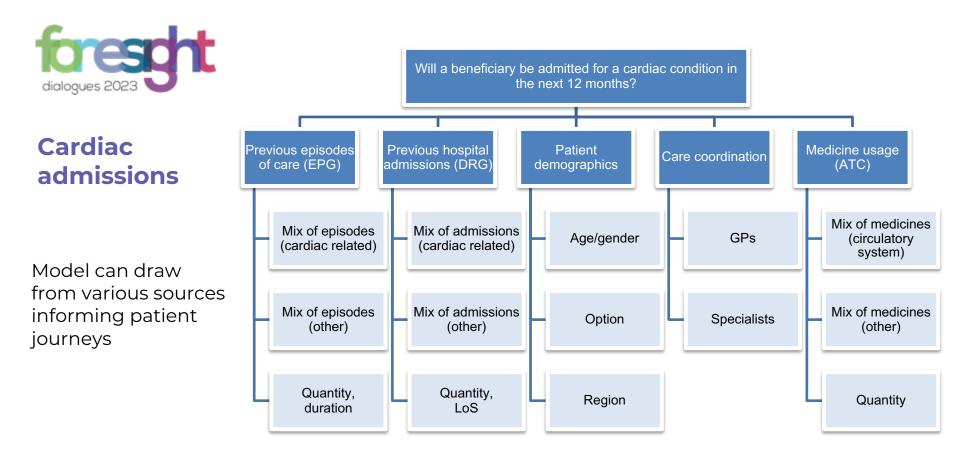


How can we tailor these models to guide interventions?

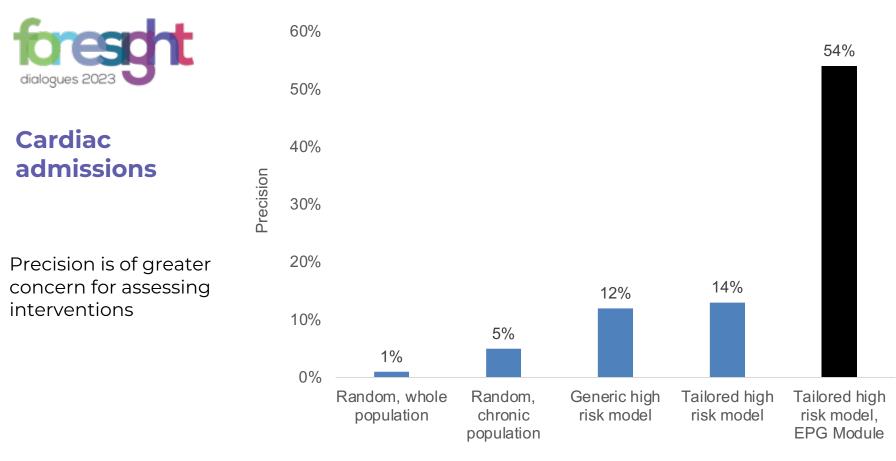
This approach to modelling the likelihood of admission can be applied to identify high-risk beneficiaries.

We could consider a different example focussing on a specific set of admissions.





IT'S TIME TO UP YOUR GRME $\triangle \bigcirc \times \square$





The average admission costs R50,000

Assume the manage care intervention reduces the chance of a hospital admission by 20%



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Assume the manage care intervention reduces the chance of a hospital admission by 20%



The average admission costs R50,000

Assume the manage care intervention reduces the chance of a hospital admission by 20% Assume that that the managed care intervention costs R1,000 per patient and is applied to 1,000 high risk patients

The 1,000 high-risk beneficiaries identified will be responsible for 140 admissions in the absence of managed care interventions. A 20% reduction in the admission rate means that 28 admission will be avoided and R1,400,000 will be saved. The intervention will cost R1,000,000.

The net effect is savings of just R400,000 and only 28 beneficiaries will benefit.



Assessing interventions| Stronger modelling (54% Precision)

The average admission costs R50,000

Assume the manage care intervention reduces the chance of a mental healthcare admission by 20%

dialogues 2023

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The average admission costs R50,000

Assume the manage care intervention reduces the chance of a mental healthcare admission by 20% Assume that that the managed care intervention costs R1,000 per patient and is applied to 1,000 high risk patients

The 1,000 high-risk beneficiaries identified will be responsible for 540 admissions in the absence of managed care interventions. A 20% reduction in the admission rate means that 108 admissions will be avoided and R5,400,000 will be saved. The intervention will cost R1,000,000.

The net effect is a savings of R4,400,000 and 108 beneficiaries will benefit.





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